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SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

U. S. DEPT. OF AGRICULTURE
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Market Administration
220 South William Street
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Federal Order No. 31
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Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VIII, No. 11

November 1964

OCTOBER UNIFORM PRICE \$4.25

Dairy farmers will receive a uniform price of \$4.25 for October 1964 deliveries of Grade A milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, Milk Order. The uniform price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7.3 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. The minimum price is subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge. This price is 10 cents higher than the September 1964 uniform price and is 11 cents higher than the uniform price of a year ago.

PRODUCER RECEIPTS

Drought conditions in this area are holding back the usual increase in production for this time of year. Daily production only increased 1.3 percent over September and is 4.5 percent less than a year ago. This is reflected in the Class I utilization of producer receipts, which show 82.5 percent this October as compared with 79.5 percent for a year ago. This drought is continuing into November, so the production will continue to be less than a year ago, except that it will not be noticed as much during the winter months when cattle are not on pasture. However, the whole roughage situation for the rest of the winter will be affected.

CLASS I SALES

An interesting comparison of Class I sales for a year ago shows that there is a sizeable reduction in whole milk sales this year; yet while this reduction in whole milk takes place, everyone of the skim milk items, such as 2 percent milk, skim milk, buttermilk, and flavored milk, shows an increase comparable to the decrease in whole milk. Class I cream items remained about the same as a year ago, with whipping cream showing a slight gain. Class I sales compared with the previous month on a daily basis show over a 5 percent increase, but this is not unusual as October is one of the better months for sales.

CLASS I PRICE

The Class I price for the November 1964 delivery period will be \$4.59 per hundredweight for 3.5 percent milk. The price was computed by adding \$1.30 per hundredweight to the basic formula price (\$3.27) plus the 2 cent supply-demand adjustment. The supply-demand adjustment for the December 1964 delivery period will be a plus 12 cents.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For The Years 1955-1961 And By Months From 1962 To Date

Year and Month	<u>CLASS I</u>			<u>CLASS II</u>		<u>CLASS III</u>	<u>UNIFORM PRICES</u>	
	<u>Differ- ential</u>	<u>Supply Demand</u>	<u>Milk Price</u>	<u>Differ- ential</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>B. F. Differ- ential</u>
1955	\$ 1.10	\$ - .134	\$4.000	\$ --	\$ --	\$3.018	\$3.785	\$.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072
1960	1.10	- .008	4.220	.60	3.720	3.150	3.988	.071
1961	1.10	- .018	4.310	.55	3.550	3.210	4.050	.073
<u>1962</u>								
Jan.	\$ 1.10	\$ - .12	\$4.17	\$ --	\$3.34	\$3.18	\$3.92	\$.073
Feb.	1.10	- .10	4.18	--	3.33	3.14	3.92	.073
Mar.	.90	- .10	4.09	--	3.32	3.06	3.85	.073
Apr.	.90	- .08	4.03	--	3.14	2.93	3.69*	.073
May	.90	- .04	3.91	--	3.09	2.90	3.55*	.070
June	.90	- .04	3.87	--	3.08	2.89	3.54*	.070
July	1.10	- .06	4.05	--	3.08	2.90	3.71*	.070
Aug.	1.30	- .04	4.29	--	3.07	2.90	3.96	.070
Sept.	1.30	- .04	4.30	--	3.10	2.91	4.00	.070
Oct.	1.30	- .04	4.32	--	3.09	2.96	4.04	.070
Nov.	1.30	+ .02	4.39	--	3.11	3.01	4.10	.070
Dec.	1.10	+ .04	4.24	--	3.12	3.02	3.89	.070
Av.	\$ 1.10	\$ - .05	\$4.15	\$ --	\$3.16	\$2.98	\$3.85	\$.071
<u>1963</u>								
Jan.	\$ 1.10	\$ - .04	\$4.17	\$ --	\$3.13	\$3.03	\$3.87	\$.070
Feb.	1.10	- .10	4.10	--	3.13	3.05	3.83	.070
Mar.	.90	- .10	3.90	--	3.14	3.06	3.68	.070
Apr.	.90	- .08	3.91	--	3.13	3.02	3.67*	.070
May	.90	- .04	3.94	--	3.13	2.98	3.62*	.070
June	.90	- .02	3.95	--	3.14	2.96	3.58*	.070
July	1.10	- .02	4.16	--	3.13	2.98	3.83*	.070
Aug.	1.30	- .06	4.33	--	3.14	3.01	4.01	.070
Sept.	1.30	- .08	4.32	--	3.22	3.06	4.03	.072
Oct.	1.30	- .02	4.40	--	3.17	3.11	4.14	.070
Nov.	1.30	.00	4.45	--	3.16	3.13	4.17	.070
Dec.	1.10	+ .02	4.28	--	3.16	3.14	3.95	.070
Av.	\$ 1.10	\$ - .05	\$4.16	\$ --	\$3.15	\$3.04	\$3.87	\$.070
<u>1964</u>								
Jan.	\$ 1.10	\$ - .04	\$4.22	\$ --	\$3.16	\$3.14	\$3.92	\$.070
Feb.	1.10	- .10	4.17	--	3.15	3.14	3.90	.070
Mar.	.90	- .12	3.94	--	3.15	3.10	3.69	.070
Apr.	.90	- .08	3.97	--	3.15	3.09	3.73	.070
May	.90	- .08	3.94	--	3.15	2.98	3.60	.070
June	.90	- .06	3.96	--	3.15	2.98	3.62	.070
July	1.10	- .02	4.19	--	3.15	3.02	3.85	.070
Aug.	1.30	- .06	4.36	--	3.22	3.02	4.01	.071
Sept.	1.30	- .06	4.39	--	3.30	3.12	4.15	.074
Oct.	1.30	- .06	4.48	--	3.26	3.18	4.25	.073
Nov.	1.30	+ .02	4.59	--				

* The price shown is the weighted average of the base price and the excess price.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VIII, No. 11

UTILIZATION AND CLASSIFICATION OF MILK

November 1964

	October 1964		October 1963	
	Reported Data		Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
<u>CLASS I</u>				
Milk	10,298,527	369,954	10,364,663	370,904
2% Skim Milk	1,035,601	21,933	851,143	17,839
Skim Milk	128,888	111	113,381	72
Fortified Skim Milk	70,525	290	52,955	193
Buttermilk	96,833	1,162	95,752	876
Flavored Milk & Drink	656,096	20,706	652,672	21,779
Cereal Mixture	163,210	19,336	172,940	20,720
Coffee Cream	6,631	1,300	8,164	1,585
Whipping Cream	21,868	8,333	20,466	7,928
Sour Cream	11,303	2,239	11,210	2,292
Total Class I Utilization	12,489,482	445,364	12,343,346	444,188
Add: Class I Shrinkage	59,607	6,122	96,930	4,537
Subtract: Other Source Receipts	223,677	7,659	12,058	495
Subtract: Overage	--	--	--	--
Net Class I	12,325,412	443,827	12,428,218	448,230
<u>CLASS II</u>				
Used to Produce Cottage Cheese	295,024	7,634	337,059	7,059
Subtract: Other Source Receipts	210	--	--	--
Subtract: Overage	--	--	--	--
Net Class II	294,814	7,634	337,059	7,059
<u>CLASS III</u>				
Class III Products	2,449,075	119,622	2,906,418	135,281
Inventory Variation	(184,800)	(2,355)	(143,590)	(6,066)
Total Class III Utilization	2,264,275	117,267	2,762,828	129,215
Add: Class III Shrinkage	135,180	9,902	185,609	7,416
Subtract: Other Source Receipts	71,612	6,758	71,111	5,237
Subtract: Overage	13,624	141	9,030	347
Net Class III	2,314,219	120,270	2,868,296	131,047
<u>TOTAL PRODUCER RECEIPTS</u>	<u>14,934,445</u>	<u>571,731</u>	<u>15,633,573</u>	<u>586,336</u>

MISCELLANEOUS INFORMATION

	October 1964	September 1964	October 1963
Average Daily Production	481,756#	475,416#	504,309#
October 1964 Production Compared With -	--	+ 1.33%	- 4.47%
Class I Daily Average	402,887#	382,160#	398,172#
October 1964 Sales Compared With -	--	+ 5.42%	+ 1.18%
Number of Producers	569	574	640
Daily Herd Production	847#	828#	788#
Av. Test of Producer Milk Received	3.8283%	3.6686%	3.7505%
Total Value Paid Producers	\$670,502.48	\$609,645.03	\$674,421.18
Av. Monthly Milk Check Per Farm	\$ 1,178.39	\$ 1,062.10	\$ 1,053.78
Av. Daily Milk Check Per Farm	\$ 38.01	\$ 35.40	\$ 33.99

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

<u>Year</u>	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total Producer Receipts</u>
	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
1960	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
1961	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368
Feb.	11,188,371	73.3	389,585	2.6	3,678,047	24.1	15,256,003
Mar.	12,417,545	73.9	483,171	2.9	3,899,565	23.2	16,800,281
Apr.	11,110,184	68.6	364,144	2.2	4,732,699	29.2	16,207,027
May	11,414,525	63.7	340,658	1.9	6,176,413	34.4	17,931,596
June	10,651,666	66.4	300,014	1.9	5,079,736	31.7	16,031,416
July	10,378,121	69.9	322,423	2.2	4,147,090	27.9	14,847,634
Aug.	11,018,946	75.7	418,211	2.9	3,110,285	21.4	14,547,442
Sept.	11,381,995	77.3	326,964	2.2	3,008,081	20.5	14,717,040
Oct.	12,434,200	79.2	341,404	2.2	2,931,224	18.6	15,706,828
Nov.	11,945,879	77.7	359,223	2.3	3,075,136	20.0	15,380,238
Dec.	11,637,393	71.2	237,660	1.5	4,471,118	27.3	16,346,171
Av.	11,484,162	72.5	351,142	2.2	4,038,116	25.3	15,873,420
<u>1963</u>							
Jan.	12,076,063	72.6	325,447	1.9	4,237,665	25.5	16,639,175
Feb.	10,884,996	72.7	268,859	1.8	3,810,435	25.5	14,964,290
Mar.	11,949,001	73.5	394,568	2.4	3,909,489	24.1	16,253,058
Apr.	11,471,912	71.5	270,792	1.7	4,291,808	26.8	16,034,512
May	11,528,781	65.6	307,140	1.7	5,741,907	32.7	17,577,828
June	9,977,855	62.3	282,019	1.8	5,755,624	35.9	16,015,498
July	10,647,953	71.2	387,449	2.6	3,924,904	26.2	14,960,306
Aug.	11,116,627	74.9	330,561	2.2	3,391,251	22.9	14,838,439
Sept.	11,165,000	76.5	331,423	2.3	3,088,561	21.2	14,584,984
Oct.	12,430,690	79.5	337,884	2.2	2,859,933	18.3	15,628,507
Nov.	11,910,254	77.8	277,643	1.8	3,128,013	20.4	15,315,910
Dec.	11,502,370	70.5	254,234	1.6	4,553,781	27.9	16,310,385
Av.	11,388,459	72.4	314,001	2.0	4,057,781	25.6	15,760,241
<u>1964</u>							
Jan.	12,195,594	71.4	278,286	1.6	4,602,013	27.0	17,075,893
Feb.	11,727,954	73.5	284,569	1.8	3,950,839	24.7	15,963,362
Mar.	11,927,447	69.5	338,950	2.0	4,894,823	28.5	17,161,220
Apr.	11,638,643	71.6	289,237	1.8	4,335,233	26.6	16,263,113
May	11,419,402	64.8	312,492	1.8	5,881,459	33.4	17,613,353
June	10,455,377	64.7	329,504	2.1	5,365,983	33.2	16,150,864
July	10,854,474	70.2	271,886	1.8	4,334,220	28.0	15,460,580
Aug.	10,861,604	73.2	259,963	1.7	3,719,169	25.1	14,840,736
Sept.	11,401,905	80.0	326,706	2.3	2,532,880	17.7	14,261,491
Oct.	12,325,412	82.5	294,814	2.0	2,314,219	15.5	14,934,445